GOVERNMENT OF INDIA
FINANCE
LOK SABHA

UNSTARRED QUESTION NO:1898
ANSWERED ON:09.03.2001
WORLD BANK LOAN FOR DEVELOPMENTAL PROJECTS
RAMANAND SINGH

Will the Minister of FINANCE be pleased to state:

(a) whether the World Bank has imposed some conditions before sanctioning loans for the developmental projects of the country;

(b) if so, the details thereof;

(c) whether the Union Government have agreed to these conditions; and

(d) if so, the details thereof?

Answer

MINISTER OF STATE IN THE MINISTRY OF FINANCE (SHRI BALASAHEB VIKHE PATIL)

(a) to (d) There are no prescribed conditions for sanctioning development loans. However, the general loan conditions specify repayment period, rate of interest, commitment charges, front-end fee, service charges, etc. In addition, specific loan agreements may include action plans to be implemented over the project period, and such variation on the general conditions as may also be mutually agreed.